# HEALTH SERVICES AND DEVELOPMENT AGENCY

## COMMUNIQUE

## MONTHLY PUBLICATION OF HEALTH SERVICES AND DEVELOPMENT AGENCY

Andrew Jackson Building, 9th Floor 502 Deaderick Street Nashville, TN 37243 615.741.2364

### September 2014

For Meeting verification/change or agenda information, please call the Agency Office or check our website at www.tn.gov/hsda

#### HEALTH SERVICES AND DEVELOPMENT AGENCY

Chair......D. Lynn Johnson
Vice-Chair.....Robert S. Doolittle
Executive Director....Melanie Hill
General Counsel....James Christoffersen

Tennessee Department of Health, Division of Policy, Planning and Assessment.......615/741-1954

Tennessee Department of Mental Health and Substance Abuse Services, Office of General Counsel...615/532-6520 or Main Office.......615/532-6500

Tennessee Department of Intellectual and Development Disabilities,
Office of General Counsel...615/253-8731 or Main Office....615/532-6530 or 800-535-9725

#### **CALENDAR**

#### The Health Services and Development Agency will be closed on the following days:

#### 2014

Wednesday, January 1—New Year's Day Monday, January 20—Martin Luther King Day Monday, February 17—Presidents' Day Friday, April 18—Good Friday Monday, May 26—Memorial Day Friday, July 4—Independence Day Monday, September 1—Labor Day \*Monday, October 13—Columbus Day
Tuesday, November 11—Veterans' Day
Thursday, November 27—Thanksgiving Day
\*Friday, November 28—substituted for Columbus Day
Wednesday, December 24—Christmas Eve
Thursday, December 25—Christmas
Wednesday, December 31—New Year's Eve

<sup>\*</sup> Monday, October 13 - Columbus Day "substituted for the day after Thanksgiving at the Governor's discretion.

2014 REVIEW CYCLE					
2014 Cycle Month	Publication Dates— Letter of Intent	Application Due Date	HSDA Meeting Dates	*End of Appeal Period	
January	12/01/2013-12/10/2013	5 days after Publication	03/26/2014	04/10/2014	
February	01/01/2014-01/10/2014	u	04/23/2014	05/08/2014	
March	02/01/2014-02/10/2014	u	05/28/2014	06/12/2014	
April	03/01/2014-03/10/2014	u	06/25/2014	07/10/2014	
May	04/01/2014-04/10/2014	и	07/23/2014	08/07/2014	
June	05/01/2014-05/10/2014	и	08/27/2014	09/11/2014	
July	06/01/2014-06/10/2014	u	09/24/2014	10/09/2014	
August	07/01/2014-07/10/2014	и	10/22/2014	11/06/2014	
September	08/01/2014-08/10/2014	и	11/19/2014	12/04/2014	
October	09/01/02014-9/10/2014	и	12/17/2014	01/01/2015	
November	10/01/2014-10/10/2014	и	01/28/2015	02/12/2015	
December	11/01/2014-11/10/2014	и	02/25/2015	03/12/2015	
		ast appropriate filing date falls ch filing should occur on the <u>p</u> *Appeal deadline is 15 da	receding business day.	or legal holiday,	

#### STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY EEO/AA COORDINATOR OR OFFICER, HEALTH SERVICES AND DEVELOPMENT AGENCY, ANDREW JACKSON BUILDING, 9th FLOOR, 502 DEADERICK STREET, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR: JAMES CHRISTOFFERSEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, ANDREW JACKSON BUILDING, NINTH FLOOR, 502 DEADERICK STREET, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364.

## HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS

THSDA Meetings are scheduled to be held at 8:30 a.m. CDT/CST
At the following locations:

#### September - December

Legislative Plaza
Room 12
Sixth Avenue North & Union Street
Nashville, TN
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\* Meeting locations are subject to change

\*\* All meetings of the Health Services and Development Agency are
posted on the Agency's website at www.tn.gov/hsda

#### **EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:**

#### **PLEASE NOTE:**

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be Heard. The parties are encouraged to provide 15 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than fifteen days before the agency meeting at which time the application is originally scheduled.



#### RESULTS OF APPLICATIONS HEARD AT THE AUGUST MEETING

Alexian Village Health and Rehabilitation Center 622 Alexian Way

Signal Mountain (Hamilton County), TN 37377

CN1406-026

Contact Person: Christopher C. Puri, Esq.

Phone: 615-252-4643

**CONSENT CALENDAR** 

The replacement of a 114\* bed nursing home on the Alexian Village campus. The replacement facility was originally approved under CN1110-042A on March 28, 2012. The facility has been built but the certificate of need expired on May 1, 2014 prior to the final inspection by the Tennessee Department of Health. The replacement facility moved from 671 Alexian Way to 622 Alexian Way, Signal Mountain (Hamilton County), Tennessee 37377. There is no change in the number of beds at the facility, no new services initiated, and no new services discontinued. The estimated project cost is \$22,718,154.00.

\*These beds are not subject to the 2014-2015 Nursing Home Bed Pool.

Hospice Alpha, Inc. 102 N. Poplar Street Linden (Perry County), TN 37096 CN1404-010

Contact Person: E. Graham Baker, Jr. Esq.

Phone: 615-370-3380

DENIED

The establishment of a home care organization to provide hospice services at 102 North Poplar Street in Linden (Perry County), Tennessee. The service area will include the following counties: Benton, Chester, Decatur, Hardin, Henderson, Hickman, Humphreys, Lawrence, Lewis, McNairy, Perry, and Wayne. The estimated project cost is \$95,500.00.

Lakeway Regional Hospital 726 McFarland Street Morristown (Hamblen County), TN 37814 CN1405-013

Contact Person: Jerry W. Taylor, Esq.

Phone: 615-782-2228 **APPROVED** 

The discontinuation of obstetrical (OB) services. The sixteen (16) OB beds will be redistributed to general medical/surgical beds. The hospital's current 135 licensed bed complement will not change. The estimated project cost is \$33,000.00

BHG Jackson Treatment Center 58 Carriage House Drive, Suites A & B Jackson (Madison County), TN 38305 CN1405-014

Contact Person: John L. Wellborn, Consultant

Phone: 615-665-2022 **APPROVED** 

The relocation of the nonresidential substitution-based treatment center for opiate addiction from its current site at 1869 Hwy 45 Bypass, Suite 5 to 58 Carriage House Drive, Suites A&B, Jackson (Madison County), Tennessee. The estimated project cost is \$1,274,050.00.

Maxim Healthcare Services 208 Sunset Drive, Suite 503 Johnson City (Washington County), TN 37604 CN1405-015

Contact Person: John L. Wellborn, Consultant

Phone: 615-665-2022 **APPROVED** 

The establishment of a home care organization to provide home health services at 208 Sunset Drive, Suite 503, Johnson City (Sullivan County), Tennessee. The service area includes the following counties: Carter, Johnson, Sullivan, Unicoi, and Washington. The estimated project cost is \$463,825.00.

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#### **RESULTS OF APPLICATIONS HEARD AT THE AUGUST MEETING**

#### **GENERAL COUNSEL'S REPORT**

Horizon Health & Rehab Center (formerly known as United Regional Medical Center Nursing Home), 1001 McArthur St

Manchester (Coffee County), TN 37355

CN0707-061AME

Contact Person: William H. West, Esq.

Phone: 615-726-5600 **APPROVED** 

Dyersburg Regional Medical Center 400 Tickle Street Dyersburg (Dyer County), TN 38024 CN1403-007A Contact Person: Jerry W. Taylor, Esq.

Phone: 615-782-2228 **APPROVED** 

1) Request for a twenty-four (24) month extension of the expiration date from December 18, 2014 to December 18, 2016; 2) Modify the project cost to be \$10,696,697.00, or such lesser amount as the HSDA may determine; and 3) Determine that the conversion of Health Services Manchester, LLC into Health Services Manchester, Inc., a Tennessee nonprofit corporation, is not a change of ownership and will not disturb the status of the Health Services Manchester entity as the proper current and future holder of CN0707-061AME.

The project was originally approved on December 12, 2007 for the relocation and replacement of the existing 72-bed nursing home from 1001 McArthur Drive to the intersection of McArthur Drive and Oak Drive, Manchester (Coffee County), TN with an extended expiration date of February 1, 2010. The project was appealed and once the appeal was dismissed, the expiration date was extended by operation of law until December 18, 2012. On October 24, 2012, a first extension was requested and approved which extended the expiration date until December 18, 2014. The new estimated project cost is \$10,696,697.00.

Request by Agency staff for the consideration of a slight modification of a condition, as proposed by Jackson-Madison County General Hospital (JMCGH) and Dyersburg Regional Medical Center (DRMC). On July 23, 2014, DRMC was approved with a condition related to the recruitment of two interventional cardiologists for the expansion of cardiac catheterization services from diagnostic-only procedures to include interventional (therapeutic) cardiac catheterization procedures. The estimated project cost was \$367,763.00.

#### APPLICATIONS TO BE HEARD AT THE SEPTEMBER MEETING

Coram Alternate Site Services, Inc. d/b/a Coram CVS/Specialty Infusion Services 10932 Murdock Drive, Suite 101A Knoxville (Knox County), TN 37932 CN1406-017

Contact Person: Alix Coulter Cross, Esq.

Phone: 615-251-1047

Coram Alternate Site Services, Inc. d/b/a Coram CVS/Specialty Infusion Services 1680 Century Center Parkway, Suite 12 Memphis (Shelby County), TN 38134 CN1406-018

Contact Person: Alix Coulter Cross, Esq.

Phone: 615-251-1047

Skyline Medical Center 3441 Dickerson Pike Nashville (Davidson County), TN 37207 CN1406-020 Contact Person: John L. Wellborn, Consultant

Phone: 615-665-2022

To establish a home care organization to provide specialized home health services related to home infusion at the same location as its licensed home infusion pharmacy at 10932 Murdock Drive, Suite 101A, Knoxville (Knox County), TN 37932. The specialized home health services include, by way of example and not limitation, the following: provide and administer home infusion products and related infusion nursing services, line maintenance, infusion equipment repair and replacement, and dressing changes on central lines and external access ports within the following Tennessee counties: Anderson, Blount, Bradley, Campbell, Carter, Claiborne, Cocke, Fentress, Grainger, Greene, Hamblen, Hancock, Hawkins, Jefferson, Johnson, Knox, Loudon, McMinn, Meigs, Monroe, Moore, Morgan, Pickett, Polk, Roane, Scott, Sevier, Sullivan, Unicoi, Union, Van Buren, and Washington. The estimated project cost is \$95,200.00.

To establish a home care organization to provide specialized home health services related to home infusion at the same location as its licensed home infusion pharmacy located at 1680 Century Ctr., Suite 12, Memphis (Shelby County), 38134. The specialized home health services include, by way of example and not limitation, the following: provide and administer home infusion products and related infusion nursing services, line maintenance, infusion equipment repair and replacement, and dressing changes on central lines and external access ports within the following Tennessee counties: Benton, Carroll, Chester, Crockett, Decatur, Dyer, Fayette, Gibson, Hardeman, Hardin, Haywood, Henderson, Henry, Houston, Lake, Lauderdale, Madison, McNairy, Obion, Perry, Shelby, Stewart, Tipton, Wayne, and Weakley. The estimated project cost is \$98,000.00.

Change in bed complement: Relocation of 10 licensed beds from the satellite campus at 500 Hospital Drive, Madison (Davidson County) to the the main campus at 3441 Dickerson Pike, Nashville. TriStar Skyline Medical Center is currently licensed as an acute care hospital with 385 beds. This project will increase the main campus from 213 to 223 beds and will reduce the satellite campus from 172 to 162 beds so that the consolidated 385-bed license will not change. This project does not include major medical equipment or any new health service. The estimated project cost is \$3,951,732.00.

(Continued on the Next Page)

#### APPLICATIONS TO BE HEARD AT THE SEPTEMBER MEETING

Vanderbilt University Hospitals 1211 Medical Center Drive Nashville (Davidson County), TN 37232 CN1406-021

Contact Person: Ginna Felts, Conusltant,

Business Development Phone: 615-936-6005

Baby + Company Nashville 2106 21st Avenue Nashville (Davidson County), TN 37212 CN1406-022 Contact Person: Dan H. Elrod, Esq.

Phone: 615-651-6702

Life House Hospice, Inc. 570 State Street Cookeville (Putnam County), TN 38501 CN1406-023

Contact Person: Connie Mitchell, President

Phone: 931-881-6417

Regional One Health Imaging, LLC 6555 Quince Road Memphis (Shelby County), TN 38119 CN1406-024

Contact Person: E. Graham Baker, Jr., Esq.

Phone: 615-370-3380

Modification of a hospital requiring a capital expenditure greater than \$5 million and the addition of 108 licensed beds. The project includes the following: approximately 79,783 square feet of renovation, 126,686 square feet of new construction, and the addition of 108 licensed beds. The estimated project cost is \$118,276,950.00.

- 1) Monroe Carell Jr. Children's Hospital at Vanderbilt ("MCJCHV")-Three (3) previously approved floors will be built out to accommodate the relocation of the obstetrical program, the newborn nursery and the neonatal unit currently located in Vanderbilt University Hospital ("VUH"); the addition of twenty-three (23) obstetrical beds; and the addition of twenty-four (24) neonatal/pediatric critical care beds.
- 2) VUH-The space vacated in VUH due to relocations to MCJCHV will be renovated to accommodate the addition of sixty-one (61) adult acute care inpatient beds. Other areas in VUH will be renovated to accommodate a total of sixty-three (63) observation beds which are not licensed beds.

The project does not involve the initiation of new health care services or acquisition of major medical equipment.

To establish a birthing center in leased space at 2106 21st Avenue, Nashville (Davidson County), TN 37212. The facility will include 5 birthing suites, 3 examination rooms, and various support areas. The facility will occupy approximately 4,350 square feet. The estimated project cost is \$2,536,437.00.

The establishment of a home care organization to provide hospice services in Putnam County. The hospice agency will be located at Life House Hospice (a licensed residential hospice) at 570 State Street, Cookeville (Putnam County), TN 38501. Life House Hospice, Inc. will provide both inhome & residential inpatient care which is a continuum of care currently not available in Putnam County. The estimated project cost is \$8,880.00.

The establishment of an outpatient diagnostic center (ODC) including the initiation of MRI services along with CT, mammography, xray/fluoroscopy and ultrasound services. No other major medical equipment is involved. The estimated project cost is \$5,345,900.00.

\* General Counsel Report Item B, is scheduled to be heard at the Agency's September 2014 meeting, after consideration of this application.

(Continued on the Next Page)

#### APPLICATIONS TO BE HEARD AT THE SEPTEMBER MEETING

#### **GENERAL COUNSEL'S REPORT**

Erlanger East 957 East Third St

Chattanooga (Hamilton County), TN 37403

CN0405-047AE

Contact Person: Joseph Winick

Phone: 423-778-7000

Regional One Health Imaging, LLC

6555 Quince Road

Memphis (Shelby County), TN 38119

CN1406-024

Contact Person: E. Graham Baker, Jr., Esq.

Phone: 615-370-3880

NHC HealthCare - Sumner, LLC Nashville Pike and Kennesaw Blvd Gallatin (Sumner County), TN

CN1108-029A

Contact Person: Bruce Duncan

Phone: 615-890-2020

Request for a twenty-four (24) month extension of the expiration date from December 1, 2014 to December 1, 2016. This is the fourth request for a twenty-four (24) month extension.

Request for change of control from Regional One Health, LLC, a wholly-owned entity, to Shelby County Health Care Corporation d/b/a Regional One Health (f/k/a The MED), so that the facility could be operated as an outpatient department of the hospital instead of a separately licensed outpatient diagnostic center (ODC).

\* CON application CN1406-024 is scheduled to be heard at the Agency's September 2014 meeting, prior to consideration of this modification request.

Request for a six (6) month extension of the expiration date from December 1, 2014 to June 1, 2015.

#### APPLICATIONS TO BE HEARD AT THE OCTOBER MEETING

Sumner Regional Medical Center (Sumner

Station Campus)

225 Big Station Camp Road

Gallatin (Sumner County), TN 37066

CN1408-036

Contact Person: Michael Herman, Chief

Operating Officer Phone: 615-328-6695 CONSENT CALENDAR The relocation of the linear accelerator service from the main campus at 555 Hartsville Pike, Gallatin (Sumner County), TN to the Sumner Station outpatient campus located at 225 Big Station Camp Boulevard, Gallatin (Sumner County), TN, a distance of approximately 6.9 miles. The project will require a build out of approximately 9,150 SF of existing space and 1,570 SF of new construction. The existing linear accelerator will be upgraded and replaced. The estimated project cost is \$10,512,421.00.

Good Samaritan Society--Fairfield Glade 100 Samaritan Way

Crossville (Cumberland County), TN 38558

CN1407-031

Contact Person: Michael D. Brent, Esq.

Phone: 615-252-2361

The addition of 30\* dually certified beds to its existing 30 bed nursing home for a total of 60 beds. The estimated project cost is \$6,520,495.00.

\*These beds are subject to the 125 Nursing Home Bed Pool for 2014-2015.

TriStar Centennial Medical Center 2300 Patterson Street Nashville (Davidson County), TN 37203 CN1407-032

Contact Person: John L. Wellborn, Consultant

Phone: 615-665-2022

For construction and renovation to the hospital that includes: 1) the development of a Joint Replacement Center of Excellence that will include 10 additional operating rooms; 2) updates to the emergency department that will improve workflow; and 3) the addition of 29 medical/surgical beds which will increase the total licensed beds from 657 to 686. The estimated project cost is \$96,192,007.00.

River Park Hospital, LLC 1559 Sparta Street McMinnville (Warren County), TN 37110 CN1407-030

Contact Person: Joseph Mazzo, COO

Phone: 931-815-4203

The initiation of inpatient geriatric psychiatric services and the conversion of ten (10) medical/surgical beds to geriatric psychiatric beds. The estimated project cost is \$1,199,250.00.

#### APPLICATIONS TO BE HEARD AT THE NOVEMBER MEETING

Valley Open MRI, PC 1152 Main Street

Kimball (Marion County), TN 37347

CN1407-028

Contact Person: Jason Hatchette, Assistant Vice President

Phone: 615-550-2633

The establishment of an Outpatient Diagnostic Center (ODC), the acquisition of magnetic resonance imaging (MRI) equipment, and the initiation of MRI services in a 4,380 square foot new building to be constructed at 1152 Main Street in Kimball (Marion County), Tennessee. The estimated project cost is \$2,370,547.00.

Metro Knoxville HMA, LLC d/b/a Tennova Healthcare-Physicians Regional Medical Center Unaddressed site at the intersection of Middlebrook Pike and Old Weisgarber Road Knoxville (Knox County), TN 37909 CN1408-033

Contact Person: Melanie Burgess, Vice President

of Development Phone: 865-647-5604

Metro Knoxville HMA, LLC d/b/a Tennova Healthcare-Physicians Regional Medical Center Unaddressed site at the intersection of Middlebrook Pike and Old Weisgarber Road Knoxville (Knox County), TN 37909

CN1408-034

Contact Person: Melanie Burgess, Vice President

of Development Phone: 865-647-5604

Parkridge Medical Center, Inc. 2333 McCallie Avenue

Chattanooga (Hamilton County), TN 37404 CN1408-035

Contact Person: Jerry W. Taylor, Esq.

Phone: 615/782-2228

The replacement and relocation of the 272 bed Physicians Regional Medical Center from 900 E. Oak Hill Avenue, Knoxville (Knox County) to a site at the intersection of Middlebrook Pike and Old Weisgarber Road across from Dowell Springs Boulevard, Knoxville (Knox County), a distance of approximately nine (9) miles from the current facility. The estimated project cost is \$303,545,204.00.

The replacement and relocation of the 25-bed nursing home which is located in Physicians Regional Medical Center. The nursing home proposes to relocate with the hospital from 900 E. Oak Hill Avenue, Knoxville (Knox County) to a site at the intersection of Middlebrook Pike and Old Weisgarber Road across from Dowell Springs Boulevard, Knoxville (Knox County), a distance of approximately nine (9) miles from the current facility. The estimated project cost is \$6,454,796.00.

\*These beds are not subject to the 2014-2015 Nursing Home Bed Pool.

The acquisition of a second magnetic resonance imaging (MRI) unit for installation and use in 1,202 square feet of renovated space on the main campus of Parkridge Medical Center (PMC) at 2333 McCallie Avenue, Chattanooga (Hamilton County), TN. No new beds or changes in services are involved in the project. The estimated project cost is \$2,968,942.00.

The Residence at Alive Hospice--Murfreesboro Unaddressed Lot 13, between Williams Drive and Carl Adams Drive Murfreesboro (Rutherford County), TN 37129 CN1408-037

Contact Person: John L. Wellborn, Consultant

Phone: 615-665-2022

The establishment of a ten (10) bed residential hospice in Murfreesboro (Rutherford County). The facility will be located at unaddressed Lot 13, which lies between Williams Drive and Carl Adams Drive, and is bounded by DCI Dialysis Clinic and by the Murfreesboro medical Clinic/Surgicenter property at the intersection of Carl Adams Drive and Garrison Drive. The facility will be licensed separately as a residential hospice but will operate under the existing provider number of Alive Hospice, Inc., a licensed and Medicare-certified home care organization providing hospice car. The estimated project cost is \$10,888,816.00.

#### **APPEALS OF AGENCY DECISIONS**

RIPTIO MEETI N DATE	NG
of Denial of 3/20 CON	6/2014
of Approval 12/1 CON	14/2011
of Approval 3/23 CON	3/2011
of Denial of 7/24 CON	4/2013
of Denial of 3/23 CON	3/2011
of Denial of 6/20 CON	6/2013
	7/2014
	of Approval 8/2 FCON

#### **HEALTH SERVICES AND DEVELOPMENT AGENCY MEMBERS**

D. Lynn Johnson (Consumer, Speaker of the House)

Charlotte C. Burns (Hospital)

Claudia H. Byrd (Consumer, Speaker of the Senate)

Robert Doolittle (Consumer, Governor)

Martin D. Fleming, M.D. (Physician)

Thom Mills (Home Care)

Mark Flora, M.D.
(Ambulatory Surgical Treatment
Centers)

James L. Wright (Nursing Home)

Keith Gaither, Designee for Director of TennCare Darin J. Gordon

Elisha Hodge, Designee for Comptroller

Justin Wilson

for Commerce & Insurance
Commissioner